**NAME: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ADM NO: \_\_\_\_\_\_\_\_CLASS:\_\_\_\_\_\_\_\_\_\_**

**DATE: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ SIGN: \_\_\_\_\_\_\_\_\_\_\_\_\_TARGET\_\_\_\_\_\_\_\_\_\_**

**FORM TWO**

**BUSINESS STUDIES**

**MID-TERM EXAM**

**TERM 1, 2024**

**INSTRUCTIONS: (Answer all the questions) TIME: (1 ½ HOURS)**

1. State four clauses found in the memorandum of association.(4mks)
2. Give four reasons why the government may find it necessary to start a public corporation. (4mks)
3. Highlight four reasons to account for the rapid growth in membership in the savings and credit co-operative societies in Kenya. (4mks)

1. .
2. Outline four benefits of privatization to Kenya’s economy. (4mks)
3. Outline the roles of stock exchange market in the development of the Kenyan economy. (5mks)
4. State four features of public corporations. (4mks)
5. Outline four characteristics of preference shares. (4mks)

1. List five types of partners. (5mks)
2. Outline four principles of cooperatives. (4mks)
3. Name four documents required for the registration of a limited liability company. (4mks)
4. State four sources of capital for sole proprietorship. (4mks)
5. State four possible reasons for dissolution of a sole proprietorship. (4mks)
6. .